

DEBTOR: Soleco Incorporated

MONTHLY OPERATING REPORT
CHAPTER 11

CASE NUMBER: 09-33830

Form 2-A
COVER SHEET

For Period Ending December 31, 2009

Accounting Method: Accrual Basis Cash Basis

¹⁴
THIS REPORT IS DUE ~~15~~ DAYS AFTER THE END OF THE MONTH

Mark One Box for Each Required Document: Debtor must attach each of the following reports/documents unless the U. S. Trustee has waived the requirement in writing. File the original with the Clerk of Court. Submit a duplicate, with original signature, to the U. S. Trustee.

Report/Document Attached	Previously Waived	REQUIRED REPORTS/DOCUMENTS
<input checked="" type="checkbox"/>	<input type="checkbox"/>	1. Cash Receipts and Disbursements Statement (Form 2-B)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	2. Balance Sheet (Form 2-C)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	3. Profit and Loss Statement (Form 2-D)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	4. Supporting Schedules (Form 2-E)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	5. Quarterly Fee Summary (Form 2-F)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	6. Narrative (Form 2-G)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	7. Bank Statements for All Bank Accounts
<input checked="" type="checkbox"/>	<input type="checkbox"/>	8. Bank Statement Reconciliations for all Bank Accounts

FILED IN THE
 UNITED STATES
 BANKRUPTCY COURT
 DISTRICT OF UTAH
 2010 JAN 15 PM 2:21

I declare under penalty of perjury that the following Monthly Operating Report, and any attachments thereto are true, accurate and correct to the best of my knowledge and belief.

Executed on: 1-14-2010 Print Name: John Thomas
 Signature: _____
 Title: President - Shareholder

DEBTOR: Soleco, Incorporated CASE NO: 09-33830

**Form 2-B
CASH RECEIPTS AND DISBURSEMENTS STATEMENT**

For Period: 12/1/09 to 12/31/09

CASH FLOW SUMMARY

	Current Month	Accumulated
1. Beginning Cash Balance	\$ <u>12.05</u> (1)	\$ <u>12.05</u> (1)
2. Cash Receipts		
Operations		
Sale of Assets		
Loans/advances		
Other		
Total Cash Receipts	\$ <u>0</u>	\$ <u>0</u>
3. Cash Disbursements		
Operations		
Debt Service/Secured loan payment		
Professional fees/U.S. Trustee fees		
Other - <u>BANK FEES</u>	12.05	12.05
Total Cash Disbursements	\$ <u>12.05</u>	\$ <u>12.05</u>
4. Net Cash Flow (Total Cash Receipts less Total Cash Disbursements)	<u>(12.05)</u>	<u>(12.05)</u>
5 Ending Cash Balance (to Form 2-C)	\$ <u>0</u> (2)	\$ <u>0</u> (2)

CASH BALANCE SUMMARY

	Financial Institution	Book Balance
Petty Cash	_____	\$ 0
DIP Operating Account	_____	
DIP State Tax Account	_____	
DIP Payroll Account	_____	
Other Operating Account	_____	
Other Interest-bearing Account	_____	
TOTAL (must agree with Ending Cash Balance above)		\$ <u>0</u> (2)

(1) Accumulated beginning cash balance is the cash available at the commencement of the case.
 Current month beginning cash balance should equal the previous month's ending balance.
 (2) All cash balances should be the same.

DEBTOR: 0 Soleco, Incorporated CASE NO: 09-33830

Form 2-B
CASH RECEIPTS AND DISBURSEMENTS STATEMENT
For Period: 12/1/09 to 12/31/09

CASH RECEIPTS DETAIL
(attach additional sheets as necessary)

Account No: 6452532630

Date	Payer	Description	Amount
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\$

Total Cash Receipts \$ NONE (1)

(1) Total for all accounts should agree with total cash receipts listed on Form 2-B, page 1

DEBTOR: 0 Soleco, Incorporated

CASE NO: 09-33830

Form 2-B
CASH RECEIPTS AND DISBURSEMENTS STATEMENT
For Period: 12/1/09 to 12/31/09

CASH DISBURSEMENTS DETAIL
(attach additional sheets as necessary)

Account No: 645 253 2630

Date	Check No.	Payee	Description (Purpose)	Amount
12/11/2009	BANK Debit	WELLS FARGO BANK	BANK FEES	\$ 12.05

Total Cash Disbursements \$ 12.05 (1)

(1) Total for all accounts should agree with total cash disbursements listed on Form 2-B, page 1

DEBTOR: Soleco, Incorporated CASE NO: 09-33830

Form 2-C
COMPARATIVE BALANCE SHEET
 For Period Ended: 12/31/09

ASSETS	Current Month	Petition Date (1)
Current Assets:		
Cash (from Form 2-B, line 5)	\$	\$
Accounts Receivable (from Form 2-E)		
Receivable from Officers, Employees, Affiliates		
Inventory		
Other Current Assets (List)		
Development In Process	<u>39,387,202</u>	<u>39,387,202</u>
Total Current Assets	<u>\$ 39,387,202</u>	<u>\$ 39,387,202</u>
Fixed Assets:		
Land	\$	\$
Building		
Equipment, Furniture and Fixtures		
Total Fixed Assets	_____	_____
Less: Accumulated Depreciation	(_____)	(_____)
Net Fixed Assets	<u>\$ 0</u>	<u>\$ 0</u>
Other Assets (List):		
TOTAL ASSETS	<u>\$ 39,387,202</u>	<u>\$ 39,387,202</u>
LIABILITIES		
Post-petition Accounts Payable (from Form 2-E)	\$	\$
Post-petition Accrued Professional Fees (from Form 2-E)		
Post-petition Taxes Payable (from Form 2-E)		
Post-petition Notes Payable		
Other Post-petition Payable(List):		
Total Post Petition Liabilities	<u>\$ 0</u>	<u>\$ 0</u>
Pre Petition Liabilities:		
Secured Debt	<u>27,900,000</u>	<u>27,900,000</u>
Priority Debt		
Unsecured Debt		
Total Pre Petition Liabilities	_____	_____
TOTAL LIABILITIES	<u>\$ 27,900,000</u>	<u>\$ 27,900,000</u>
OWNERS' EQUITY		
Owner's/Stockholder's Equity	\$	\$
Retained Earnings - Prepetition	<u>12,245,900</u>	<u>12,245,900</u>
Retained Earnings - Post-petition	<u>(758,698)</u>	<u>(758,698)</u>
TOTAL OWNERS' EQUITY	<u>\$ 11,487,202</u>	<u>\$ 11,487,202</u>
TOTAL LIABILITIES AND OWNERS' EQUITY	<u>\$ 39,387,202</u>	<u>\$ 39,387,202</u>

(1) Petition date values are taken from the Debtor's balance sheet as of the petition date or are the values listed on the Debtor's schedules.

DEBTOR: Soleco, Incorporated

CASE NO: 09-33830

Form 2-D
PROFIT AND LOSS STATEMENT

For Period 12/1/09 to 12/31/09

	Current Month	Accumulated Total (1)
Gross Operating Revenue	\$	\$
Less: Discounts, Returns and Allowances	(<u>0</u>)	(<u>0</u>)
Net Operating Revenue	\$	\$
Cost of Goods Sold	_____	_____
Gross Profit	\$ <u>0</u>	\$ <u>0</u>
Operating Expenses		
Officer Compensation	\$	\$
Selling, General and Administrative		
Rents and Leases		
Depreciation, Depletion and Amortization		
Other (list): <u>Bank Fees</u>	<u>12.05</u>	<u>12.05</u>
Total Operating Expenses	\$ <u>12.05</u>	\$ <u>12.05</u>
Operating Income (Loss)	\$ <u>(12.05)</u>	\$ <u>(12.05)</u>
Non-Operating Income and Expenses		
Other Non-Operating Expenses	\$	\$
Gains (Losses) on Sale of Assets		
Interest Income		
Interest Expense		
Other Non-Operating Income	_____	_____
Net Non-Operating Income or (Expenses)	\$ <u>0</u>	\$ <u>0</u>
Reorganization Expenses		
Legal and Professional Fees	\$	\$
Other Reorganization Expense	_____	_____
Total Reorganization Expenses	\$ _____	\$ _____
Net Income (Loss) Before Income Taxes	\$ <u>(12.05)</u>	\$ <u>(12.05)</u>
Federal and State Income Tax Expense (Benefit)	_____	_____
NET INCOME (LOSS)	\$ <u>(12.05)</u>	\$ <u>(12.05)</u>

(1) Accumulated Totals include all revenue and expenses since the petition date.

DEBTOR: Soleco, Incorporated

CASE NO: 09-33830

Form 2-E
SUPPORTING SCHEDULES
 For Period: 12/1/09 to 12/31/09

POST PETITION TAXES PAYABLE SCHEDULE

	<u>Beginning Balance (1)</u>	<u>Amount Accrued</u>	<u>Amount Paid</u>	<u>Date Paid</u>	<u>Check Number</u>	<u>Ending Balance</u>
Income Tax Withheld:						
Federal	\$ 0	\$ 0	\$ 0			\$ 0
State						
FICA Tax Withheld						
Employer's FICA Tax						
Unemployment Tax						
Federal						
State						
Sales, Use & Excise Taxes						
Property Taxes						
Accrued Income Tax:						
Federal						
State						
Other: _____						
TOTALS	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>			\$ <u>0</u>

(1) For first report, Beginning Balance will be \$0; thereafter, Beginning Balance will be Ending Balance from prior report.

INSURANCE SCHEDULE

	<u>Carrier</u>	<u>Amount of Coverage</u>	<u>Expiration Date</u>	<u>Premium Paid Through</u>
Workers' Compensation		\$		\$
General Liability		\$		\$
Property (Fire, Theft)		\$		\$
Vehicle		\$		\$
Other (list):		\$		\$
		\$		\$

DEBTOR: Soleco, Incorporated

CASE NO: 09-33830

Form 2-E
SUPPORTING SCHEDULES

For Period: 12/1/09 to 12/31/09

ACCOUNTS RECEIVABLE AND POST PETITION PAYABLE AGING

<u>Due</u>	<u>Accounts Receivable</u>	<u>Post Petition Accounts Payable</u>
Under 30 days	\$ 0	\$ 0
30 to 60 days		
61 to 90 days		
91 to 120 days		
Over 120 days		
Total Post Petition		
Pre Petition Amounts		
Total Accounts Receivable	\$ 0	
Less: Bad Debt Reserve		
Net Accounts Receivable (to Form 2-C)	\$ 0	
	Total Post Petition Accounts Payable	\$ 0

* Attach a detail listing of accounts receivable and post-petition accounts payable

SCHEDULE OF PAYMENTS TO ATTORNEYS AND OTHER PROFESSIONALS

	<u>Month-end Retainer Balance</u>	<u>Current Month's Accrual</u>	<u>Paid in Current Month</u>	<u>Date of Court Approval</u>	<u>Month-end Balance Due *</u>
Debtor's Counsel	\$ 0	\$ 0	\$ 0		\$ 0
Counsel for Unsecured Creditors' Committee					
Trustee's Counsel					
Accountant					
Other:					
Total	\$ 0	\$ 0	\$ 0		\$ 0

*Balance due to include fees and expenses incurred but not yet paid.

SCHEDULE OF PAYMENTS AND TRANSFERS TO PRINCIPALS/EXECUTIVES**

<u>Payee Name</u>	<u>Position</u>	<u>Nature of Payment</u>	<u>Amount</u>
_____	_____	_____	\$ 0
_____	_____	_____	_____
_____	_____	_____	_____

**List payments and transfers of any kind and in any form made to or for the benefit of any proprietor, owner, partner, shareholder, officer or director.

DEBTOR: Soleco, Incorporated

CASE NO: 09-33830

Form 2-F
QUARTERLY FEE SUMMARY *
 For the Month Ended: 12/31/09

<u>Month</u>	<u>Year</u>	<u>Cash Disbursements **</u>	<u>Quarterly Fee Due</u>	<u>Check No.</u>	<u>Date Paid</u>
January	_____	\$ _____			
February	_____	\$ _____			
March	_____	\$ _____			
TOTAL 1st Quarter		\$ <u>0</u>			
April	_____	\$ _____			
May	_____	\$ _____			
June	_____	\$ _____			
TOTAL 2nd Quarter		\$ <u>0</u>			
July	_____	\$ _____			
August	_____	\$ _____			
September	_____	\$ _____			
TOTAL 3rd Quarter		\$ <u>0</u>			
October	_____	\$ _____			
November	_____	\$ _____			
December	<u>2009</u>	\$ <u>12.05</u>			
TOTAL 4th Quarter		\$ <u>12.05</u>	<u>325</u>		

FEE SCHEDULE (as of JANUARY 1, 2008)

<u>Quarterly Disbursements</u>	<u>Fee</u>	<u>Quarterly Disbursements</u>	<u>Fee</u>
\$0 to \$14,999.....	\$325	\$1,000,000 to \$1,999,999.....	\$6,500
\$15,000 to \$74,999.....	\$650	\$2,000,000 to \$2,999,999.....	\$9,750
\$75,000 to \$149,999.....	\$975	\$3,000,000 to \$4,999,999.....	\$10,400
\$150,000 to \$224,999.....	\$1,625	\$5,000,000 to \$14,999,999.....	\$13,000
\$225,000 to \$299,999.....	\$1,950	\$15,000,000 to \$29,999,999....	\$20,000
\$300,000 to \$999,999.....	\$4,875	\$30,000,000 or more	\$30,000

* This summary is to reflect the current calendar year's information cumulative to the end of the reporting period

** Should agree with line 3, Form 2-B. Disbursements are net of transfers to other debtor in possession bank accounts

Failure to pay the quarterly fee is cause for conversion or dismissal of the chapter 11 case. [11 U.S.C. Sec. 1112(b)(10)]
 In addition, unpaid fees are considered a debt owed to the United States and will be assessed interest under 31 U.S.C. §3717

DEBTOR: Soleco, Incorporated

CASE NO: 09-33830

Form 2-G
NARRATIVE
For Period Ending 12/31/09

Please provide a brief description of any significant business and legal actions taken by the debtor, its creditors, or the court during the reporting period, any unusual or non-recurring accounting transactions that are reported in the financial statements, and any significant changes in the financial condition of the debtor which have occurred subsequent to the report date.

No activity was performed by Debtor in the month ended 12/31/09.



Business Checking

Account number: 6452532630 ■ December 1, 2009 - December 31, 2009 ■ Page 1 of 3



SOLECO INCORPORATED
3015 W 4000 S
WEST HAVEN UT 84401-958C

Questions?

Available by phone 24 hours a day, 7 days a week:

1-800-CALL-WELLS (1-800-225-5935)

TTY: 1-800-877-4833

En español: 1-877-337-7454

Online: wellsfargo.com/biz

Write: Wells Fargo Bank, N.A. (119)
P.O. Box 6995
Portland, OR 97228-6995

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- Business Online Banking
- Rewards for Business Check Card
- Online Statements
- Business Bill Pay
- Business Spending Report
- Overdraft Protection

Activity summary

Beginning balance on 12/1	\$12.05
Deposits/Credits	0.00
Withdrawals/Debits	- 12.05
Closing balance on 12/11	\$0.00
Average ledger balance this period	\$20.05

Account number: 6452532630

SOLECO INCORPORATED

Utah account terms and conditions apply

For Direct Deposit and Automatic Payments use

Routing Number (RTN): 124002971

For Wire Transfers use

Routing Number (RTN): 121000248

Overdraft Protection

This account is not currently covered by Overdraft Protection. If you would like more information regarding Overdraft Protection and eligibility requirements please call the number listed at the top of your statement or visit your Wells Fargo branch.



Account number: 6452532630 ■ December 1, 2009 - December 31, 2009 ■ Page 2 of 3



Transaction history

Date	Check Number	Description	Deposits/ Credits	Withdrawals/ Debits	Ending daily balance
12/11		Outstanding Items Close, Int W/O Fee		12.05	0.00
12/11		Bank Originated Debit			0.00
Ending balance on 12/31					
Totals			\$0.00	\$12.05	

The Ending Daily Balance does not reflect any pending withdrawals or holds on deposited funds that may have been outstanding on your account when your transactions posted. If you had insufficient available funds when a transaction posted, fees may have been assessed.

Soleco, Incorporated
Bank Reconciliation
For the Month then ended December 31, 2009

Ending Bank Balance as of 12/31/2009	\$0
Deposits in Transit:	-
Disbursements in Transit:	-
Ending Book Balance as of 12/31/2009	<u><u>\$0</u></u>